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House File 809 - Enrolled
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                                                             HOUSE FILE 809
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                                         AN ACT
      4 RELATING TO AND MAKING APPROPRIATIONS TO THE DEPARTMENT OF
           ECONOMIC DEVELOPMENT, THE OFFICE OF THE TREASURER OF STATE,
           CERTAIN BOARD OF REGENTS INSTITUTIONS, THE DEPARTMENT OF WORKFORCE DEVELOPMENT, AND THE PUBLIC EMPLOYMENT RELATIONS BOARD, RELATED MATTERS, AND PROVIDING AN EFFECTIVE DATE.
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  1 10 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
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                                 ECONOMIC DEVELOPMENT
            Section 1. GOALS AND ACCOUNTABILITY.
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            1. The goals for the department of economic development
  1 15 shall be to expand and stimulate the state economy, increase
  1 16 the wealth of Iowans, and increase the population of the
  1 17 state.
                To achieve the goals in subsection 1, the department of
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  1 19 economic development shall do all of the following:
  1 20 a. Concentrate its efforts on programs and activities that 1 21 result in commercially viable products and services.
  1 22
        b. Adopt practices and services consistent with free
  1 23 market, private sector philosophies.
         c. Ensure economic growth and development throughout the
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  1 25 state.
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          Sec. 2. DEPARTMENT OF ECONOMIC DEVELOPMENT. There is
    27 appropriated from the general fund of the state to the 28 department of economic development for the fiscal year
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  1 29 beginning July 1, 2005, and ending June 30, 2006, the
  1 30 following amounts, or so much thereof as is necessary, to be
    31 used for the purposes designated:
          1. ADMINISTRATION DIVISION a. General administration
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           For salaries, support, maintenance, miscellaneous purposes,
    35 programs, for the transfer to the Iowa state commission grant
     1 program, and for not more than the following full=time
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     2 equivalent positions:
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     3 ..... $ 1,956,332
     4 ..... FTEs
5 b. The department shall work with businesses and
      6 communities to continually improve the economic development
     7 climate along with the economic well=being and quality of life
     8 for Iowans. The administration division shall coordinate with
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  2 9 other state agencies ensuring that all state departments are 2 10 attentive to the needs of an entrepreneurial culture.
          2. BUSINESS DEVELOPMENT DIVISION
a. Business development operations
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           For business development operations and programs,
  2 14 international trade, export assistance, workforce recruitment,
  2 15 the partner state program, for transfer to the strategic
    16 investment fund, for transfer to the value=added agricultural
  2 17 products and processes financial assistance fund, salaries,
  2 18 support, maintenance, miscellaneous purposes, and for not more
    19 than the following full=time equivalent positions:
  2 20 ..... $
  2 21 ..... FTEs 57.0 2 22 b. The department shall establish a strong and aggressive
  2 23 marketing image to showcase Iowa's workforce, existing 2 24 industry, and potential. A priority shall be placed on
  2 25 recruiting new businesses, business expansion, and retaining 2 26 existing Iowa businesses. Emphasis shall also be placed on 2 27 entrepreneurial development through helping to secure capital
    28 for entrepreneurs, and developing networks and a business 29 climate conducive to entrepreneurs and small business.
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          c. A business creating jobs with economic development
    31 assistance through moneys appropriated in this subsection
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c. A business creating jobs with economic development assistance through moneys appropriated in this subsection shall be subject to contract provisions stating that new and retained jobs shall be filled by individuals who are citizens of the United States who reside within the United States, or any person authorized to work in the United States pursuant to federal law, including legal resident aliens in the United States. Any vendor who receives such public moneys shall adhere to such contract provisions and provide periodic assurances as the state shall require, that the jobs are filled solely by citizens of the United States who reside

6 within the United States, or any person authorized to work in 7 the United States pursuant to federal law, including legal 8 resident aliens in the United States.

d. From the moneys appropriated in this subsection, the 3 10 department may provide financial assistance in the form of a 3 11 grant to a community economic development entity for 3 12 conducting a local workforce recruitment effort designed to 3 13 recruit former citizens of the state and former students at 3 14 colleges and universities in the state to meet the needs of 3 15 local employers.

- e. From the moneys appropriated under this subsection, the 3 17 department may provide financial assistance to early=stage 3 18 industry companies being established by women entrepreneurs.
- f. From the moneys appropriated under this subsection, the 3 20 department may provide financial assistance in the form of 3 21 grants, loans, or forgivable loans for advanced research and 3 22 commercialization projects involving value=added agriculture, 3 23 advanced technology, or biotechnology.
 3 24 g. Notwithstanding section 8.33, moneys appropriated in
- 3 25 this subsection that remain unencumbered or unobligated at the 3 26 close of the fiscal year shall not revert but shall remain 3 27 available for expenditure for the purposes designated until 3 28 the close of the succeeding fiscal year.
 - 3. COMMUNITY DEVELOPMENT DIVISION a. Community development programs

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For salaries, support, maintenance, miscellaneous purposes, 3 32 community economic development programs, tourism operations, 33 community assistance, the film office, the mainstreet and 3 34 rural mainstreet programs, the school=to=career program, the 35 community development block grant, and housing and shelter= 1 related programs and for not more than the following full= 2 time equivalent positions:

3\$ 4 FTEs
5 b. The department shall encourage development of

- 6 communities and quality of life to foster economic growth. 7 The department shall prepare communities for future growth and 8 development through development, expansion, and modernization 9 of infrastructure.
- 4 10 c. The department shall develop public=private 4 11 partnerships with Iowa businesses in the tourism industry, 4 12 Iowa tour groups, Iowa tourism organizations, and political 4 13 subdivisions in this state to assist in the development of 4 14 advertising efforts. The department shall, to the fullest 4 15 extent possible, develop cooperative efforts for advertising 4 16 with contributions from other sources.
- d. Notwithstanding section 8.33, moneys appropriated in 18 this subsection that remain unencumbered or unobligated at the 4 19 close of the fiscal year shall not revert to any fund but 4 20 shall remain available for expenditure for the designated 4 21 purposes during the succeeding fiscal year.
- e. The department shall not charge a nonprofit, public 4 23 entity a fee for placement of informational materials in a 4 24 welcome center.
 - 4. For allocating moneys for the world food prize:
- Sec. 3. VISION IOWA PROGRAM == FTE AUTHORIZATION. 28 purposes of administrative duties associated with the vision 4 29 Iowa program, the department of economic development is 4 30 authorized an additional 2.25 full=time equivalent positions 4 31 above those otherwise authorized in this Act. 4 32 Sec. 4. RURAL COMMUNITY 2000 PROGRAM. There is
 - 33 appropriated from loan repayments on loans under the former 34 rural community 2000 program, sections 15.281 through 15.288, 35 Code 2001, to the department of economic development for the 1 fiscal year beginning July 1, 2005, and ending June 30, 2006, 2 the following amounts, or so much thereof as is necessary, to 3 be used for the purposes designated:
 - 1. For providing financial assistance to Iowa's councils 5 of governments that provide technical and planning assistance 6 to local governments:
 - 2. For the rural development program for the purposes of 9 the program including the rural enterprise fund and 10 collaborative skills development training:
 - 120,000 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. There is
- 13 appropriated from moneys collected by the division of 14 insurance in excess of the anticipated gross revenues under 5 15 section 505.7, subsection 3, to the department of economic 5 16 development for the fiscal year beginning July 1, 2005, and

5 17 ending June 30, 2006, the following amount, or so much thereof 5 18 as is necessary, for insurance economic development and 5 19 international insurance economic development: 5 20\$ 100,000 5 21 Sec. 6. COMMUNITY DEVELOPMENT LOAN FUND. Notwithstanding 5 22 section 15E.120, subsection 5, there is appropriated from the 23 Iowa community development loan fund all the moneys available 24 during the fiscal year beginning July 1, 2005, and ending June 5 25 30, 2006, to the department of economic development for the 5 26 community development program to be used by the department for 27 the purposes of the program.
28 Sec. 7. WORKFORCE DEVELOPMENT FUND. There is appropriated

5 29 from the workforce development fund account created in section 30 15.342A, to the workforce development fund created in section 31 15.343, for the fiscal year beginning July 1, 2005, and ending 32 June 30, 2006, the following amount, for the purposes of the 33 workforce development fund, and for not more than the 34 following full=time equivalent positions:

5 35\$ 4,000,000

1 FTES 4.0
2 Sec. 8. WORKFORCE DEVELOPMENT ADMINISTRATION. From funds 3 appropriated or transferred to or receipts credited to the 4 workforce development fund created in section 15.343, up to 5 \$400,000 for the fiscal year beginning July 1, 2005, and 6 ending June 30, 2006, may be used for the administration of 7 workforce development activities including salaries, support, 8 maintenance, and miscellaneous purposes and for not more than 9 4.00 full=time equivalent positions.

Sec. 9. JOB TRAINING FUND. Notwithstanding section 6 11 15.251, all remaining moneys in the job training fund on July 6 12 1, 2005, and any moneys appropriated or credited to the fund 6 13 during the fiscal year beginning July 1, 2005, shall be 6 14 transferred to the workforce development fund established 6 15 pursuant to section 15.343.
6 16 Sec. 10. IOWA STATE UNIVERSITY.
6 17 1. There is appropriated from the general fund of the

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6 18 state to the Iowa state university of science and technology 6 19 for the fiscal year beginning July 1, 2005, and ending June 6 20 30, 2006, the following amount, or so much thereof as is 6 21 necessary, to be used for small business development centers, 22 the science and technology research park, the institute for 23 physical research, and for not more than the following full= 6 24 time equivalent positions:

6 28 university shall allocate at least \$550,000 for purposes of 29 funding small business development centers. Iowa state 6 30 university may allocate moneys appropriated in subsection 1 to 6 31 the various small business development centers in any manner

6 32 necessary to achieve the purposes of this subsection. 3. Iowa state university of science and technology shall 6 34 do all of the following:

a. Direct expenditures for research toward projects that 1 will provide economic stimulus for Iowa.

b. Provide emphasis to providing services to Iowa=based 3 companies.

4 4. It is the intent of the general assembly that the 5 industrial incentive program focus on Iowa industrial sectors 6 and seek contributions and in=kind donations from businesses, industrial foundations, and trade associations and that moneys 8 for the institute for physical research and technology 9 industrial incentive program shall only be allocated for 7 10 projects which are matched by private sector moneys for 7 11 directed contract research or for nondirected research. 7 12 match required of small businesses as defined in section 7 13 15.102, subsection 4, for directed contract research or for 7 14 nondirected research shall be \$1 for each \$3 of state funds. 7 15 The match required for other businesses for directed contract 7 16 research or for nondirected research shall be \$1 for each \$1 7 17 of state funds. The match required of industrial foundations 7 18 or trade associations shall be \$1 for each \$1 of state funds.

Iowa state university of science and technology shall 20 report annually to the joint appropriations subcommittee on 21 economic development and the legislative services agency the 22 total amount of private contributions, the proportion of 23 contributions from small businesses and other businesses, and 24 the proportion for directed contract research and nondirected 7 25 research of benefit to Iowa businesses and industrial sectors.

7 26 Notwithstanding section 8.33, moneys appropriated in this

7 27 section that remain unencumbered or unobligated at the close

7 28 of the fiscal year shall not revert but shall remain available 7 29 for expenditure for the purposes designated until the close of 7 30 the succeeding fiscal year. Sec. 11. UNIVERSITY OF IOWA.

1. There is appropriated from the general fund of the 33 state to the state university of Iowa for the fiscal year 34 beginning July 1, 2005, and ending June 30, 2006, the 35 following amount, or so much thereof as is necessary, to be 1 used for the university of Iowa research park and for the 2 advanced drug development program at the Oakdale research 8 8 3 park, including salaries, support, maintenance, equipment, 4 miscellaneous purposes, and for not more than the following 8 8 5 full=time equivalent positions: 8 <u>6</u>\$ 8 8 8 10 will provide economic stimulus for Iowa. 8 11 b. Provide emphasis to providing services to Iowa=based 8 12 companies. 8 13 3. Notwithstanding section 8.33, moneys appropriated in 8 14 this section that remain unencumbered or unobligated at the 8 15 close of the fiscal year shall not revert but shall remain 8 16 available for expenditure for the purposes designated until 8 17 the close of the succeeding fiscal year. 8 18 Sec. 12. UNIVERSITY OF NORTHERN IOWA. 1. There is appropriated from the general fund of the 8 19 8 20 state to the university of northern Iowa for the fiscal year 8 21 beginning July 1, 2005, and ending June 30, 2006, the 8 22 following amount, or so much thereof as is necessary, to be 8 23 used for the metal casting institute, and for the institute of 8 24 decision making, including salaries, support, maintenance, 8 25 miscellaneous purposes, and for not more than the following 26 full=time equivalent positions: 8 8 27 \$ 4.75 8 30 following: 8 31 a. Direct expenditures for research toward projects that 8 32 will provide economic stimulus for Iowa. 8 33 b. Provide emphasis to providing services to Iowa=based 8 34 companies. 3. Notwithstanding section 8.33, moneys appropriated in 8 35 9 1 this section that remain unencumbered or unobligated at the 9 2 close of the fiscal year shall not revert but shall remain 3 available for expenditure for the purposes designated until 9 4 the close of the succeeding fiscal year. 5 Sec. 13. BOARD OF REGENTS REPORT. The state board of 6 regents shall submit a report on the progress of regents 9 7 institutions in meeting the strategic plan for technology 8 transfer and economic development to the secretary of the 9 senate, the chief clerk of the house of representatives, and 9 9 10 the legislative services agency by January 15, 2006. Sec. 14. DEPARTMENT OF WORKFORCE DEVELOPMENT. 9 11 9 12 1. There is appropriated from the general fund of the 9 13 state to the department of workforce development for the 9 14 fiscal year beginning July 1, 2005, and ending June 30, 2006, 9 15 the following amount, or so much thereof as is necessary, for 9 16 the division of labor services, the division of workers' 9 17 compensation, the workforce development state and regional 9 18 boards, the new employment opportunity fund, immigration 9 19 services centers, for transfer to the boiler safety fund, 9 20 transfer to the elevator safety fund, salaries, support, 9 21 maintenance, miscellaneous purposes, and for not more than the 9 22 following full=time equivalent positions: 9 23\$ 5,151,919 9 24 FTES 86.4 9 25 2. From the contractor registration fees, the division of 9 26 labor services shall reimburse the department of inspections 9 27 and appeals for all costs associated with hearings under 9 28 chapter 91C, relating to contractor registration. 3. The division of workers' compensation shall continue

9 30 charging a \$65 filing fee for workers' compensation cases. 9 31 The filing fee shall be paid by the petitioner of a claim. 9 32 However, the fee can be taxed as a cost and paid by the losing 9 33 party, except in cases where it would impose an undue hardship 9 34 or be unjust under the circumstances. The moneys generated by 9 35 the filing fee allowed under this subsection are appropriated 1 to the department of workforce development to be used for 2 purposes of administering the division of workers'

3 compensation.

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5 pilot immigration service centers that offer one=stop services
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    6 to deal with the multiple issues related to immigration and 7 employment. The pilot centers shall be designed to support 8 workers, businesses, and communities with information,
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     9 referrals, job placement assistance, translation, language
10 10 training, resettlement, as well as technical and legal
10 11 assistance on such issues as forms and documentation.
10 12 the coordination of local, state, and federal service
10 13 providers, and through the development of partnerships with
10 14 public, private, and nonprofit entities with established 10 15 records of international service, these pilot centers shall
10 16 seek to provide a seamless service delivery system for new
10 17 Iowans.
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          5. Notwithstanding section 8.33, moneys appropriated in
10 19 this section that remain unencumbered or unobligated at the
10 20 close of the fiscal year shall not revert but shall remain 10 21 available for expenditure for the purposes designated until
10 22 the close of the succeeding fiscal year.
10 23 Sec. 15. EMPLOYMENT SECURITY CONTINGENCY FUND. There is 10 24 appropriated from the special employment security contingency
10 25 fund to the department of workforce development for the fiscal
10 26 year beginning July 1, 2005, and ending June 30, 2006, the
10 27 following amounts, or so much thereof as is necessary, for the 10 28 purposes designated:
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            DIVISION OF WORKERS' COMPENSATION
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            For salaries, support, maintenance, and miscellaneous
10 31 purposes:
10 32 ..... $
                                                                                   471,000
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           Any remaining additional penalty and interest revenue may
10 34 be allocated and used to accomplish the mission of the
10 35 department.
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                         PUBLIC EMPLOYMENT RELATIONS BOARD. There is
           Sec. 16.
    2 appropriated from the general fund of the state to the public 3 employment relations board for the fiscal year beginning July
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    4 1, 2005, and ending June 30, 2006, the following amount, or so 5 much thereof as is necessary, for the purposes designated:
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    6 For salaries, support, maintenance, miscellaneous purposes, 7 and for not more than the following full=time equivalent
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    8 positions:
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        .....$
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         Sec. 17. ENDOW IOWA GRANTS APPROPRIATIONS.
                                                                     .. FTEs
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            1. There is appropriated from the general fund of the
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11 13 state to the department of economic development for the fiscal
11 14 period beginning July 1, 2005, and ending June 30, 2008, the 11 15 following amounts, or so much thereof as is necessary, to be
11 16 used for the purpose designated:
11 17 For endow Iowa grants to lead philanthropic entities
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11 18 pursuant to section 15E.304:
50,000
                                                                                     50,000
11 21 FY 2007=2008.....$
11 22 2. Notwithstanding section 8.33, moneys that remain
11 23 unexpended at the end of the fiscal year shall not revert to
11 24 any fund but shall remain available for expenditure for the
11 25 designated purposes during the succeeding fiscal year.
11 26 Sec. 18. NEW SECTION. 15G.110 APPROPRIATION.
11 27 For the fiscal period beginning July 1, 2005, and ending
11 28 June 30, 2015, there is appropriated to the department of 11 29 economic development each fiscal year fifty million dollars
11 30 from the general fund of the state for deposit in the grow
11 31 Iowa values fund.
11 32 Sec. 19. <u>NEW SECTION</u>. 15G.111 APPROPRIATIONS.
11 33 1. a. For the fiscal period beginning July 1, 2005, and
11 34 ending June 30, 2015, there is appropriated each fiscal year
11 35 from the grow Iowa values fund created in section 15G.108, if
     1 enacted, to the department of economic development thirty=five 2 million dollars for programs administered by the department of
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     3 economic development.
    4 b. Each year that moneys are appropriated under this 5 subsection, the department shall allocate a percentage of the 6 moneys for each of the following types of activities:
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            (1) Business start=ups.
            (2) Business expansion.(3) Business modernization.
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            (4) Business attraction.
           (5) Business retention.(6) Marketing.(7) Research and development.
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The department of workforce development shall maintain

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12 13 c. The department shall require an applicant for moneys

12 15 appropriated under this subsection to include in the 12 16 application a statement regarding the intended return on 12 17 investment. A recipient of moneys appropriated under this 12 18 subsection shall annually submit a statement to the department 12 19 regarding the progress achieved on the intended return on 12 20 investment stated in the application. The department, in 12 21 cooperation with the department of revenue, shall develop a 12 22 method of identifying and tracking each new job created and 12 23 the leveraging of moneys through financial assistance from 12 24 moneys appropriated under this subsection. The department of 12 25 economic development shall identify research and development 12 26 activities funded through financial assistance from not more 12 27 than ten percent of the moneys appropriated under this 12 28 subsection, and, instead of determining return on investment 12 29 and job creation for the identified funding, determine the 12 30 potential impact on the state's economy. 12 31

d. The department may use moneys appropriated under this 12 32 subsection to procure technical assistance from either the 12 33 public or private sector, for information technology purposes, 34 for a statewide labor shed study, and for rail, air, or river 12 35 port transportation=related purposes. The use of moneys appropriated for rail, air, or river port

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2 transportation=related purposes must be directly related to an economic development project and the moneys must be used to leverage other financial assistance moneys

e. Of the moneys appropriated under this subsection, the 6 department may use up to one and one=half percent for administrative purposes.

f. The Iowa economic development board shall approve or 9 deny applications for financial assistance provided with 13 10 moneys appropriated under this subsection. In providing such financial assistance, the board shall, whenever possible, 13 12 coordinate the assistance with other programs administered by 13 13 the department of economic development, including the community economic betterment program established in section 15.317 and the value=added agricultural products and processes 13 15 13 16 financial assistance program established in section 15E.111.

It is the policy of this state to expand and stimulate g. 13 18 the state economy by advancing, promoting, and expanding 13 19 biotechnology industries in this state. To implement this 13 20 policy, the Iowa economic development board shall consider 13 21 providing assistance to projects that increase value=added 13 22 income to individuals or organizations involved in 13 23 agricultural business or biotechnology projects. 13 24 project need not create jobs specific to the project site; 13 25 however, such a project must foster the knowledge and 13 26 creativity necessary to promote the state's agricultural 13 27 economy and to increase employment in urban and rural areas as

13 28 a result. 2. For the fiscal period beginning July 1, 2005, and 13 30 ending June 30, 2015, there is appropriated each fiscal year 13 31 from the grow Iowa values fund created in section 15G.108, if 13 32 enacted, to the department of economic development five 13 33 million dollars for financial assistance to institutions of 13 34 higher learning under the control of the state board of 13 35 regents for capacity building infrastructure in areas related 1 to technology commercialization, for marketing and business development efforts in areas related to technology commercialization, entrepreneurship, and business growth, and for infrastructure projects and programs needed to assist in the implementation of activities under chapter 262B, if so In allocating moneys to institutions under the amended. control of the state board of regents, the board shall require the institutions to provide a one=to=one match of additional moneys for the activities funded with moneys appropriated 14 10 under this subsection. The state board of regents shall 14 11 annually prepare a report for submission to the governor, the

14 12 general assembly, and the legislative services agency 14 13 regarding the activities, projects, and programs funded with 14 14 moneys appropriated under this subsection.

14 15 The state board of regents may allocate any moneys 14 16 appropriated under this subsection and received from the department for financial assistance to a single biosciences 14 17 14 18 development organization determined by the department to 14 19 possess expertise in promoting the area of bioscience 14 20 entrepreneurship. The organization must be composed of 14 20 entrepreneurship. 14 21 representatives of both the public and the private sector and 14 22 shall be composed of subunits or subcommittees in the areas of 14 23 existing identified biosciences platforms, education and

14 24 workforce development, commercialization, communication,

14 25 policy and governance, and finance. Such financial assistance

14 26 shall be used for purposes of activities related to 14 27 biosciences and bioeconomy development under chapter 262B, if 14 28 so amended, and to accredited private universities in this 14 29 state.

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14 30 For the fiscal period beginning July 1, 2005, and 3. 14 31 ending June 30, 2015, there is appropriated each fiscal year 14 32 from the grow Iowa values fund created in section 15G.108, if 14 33 enacted, to the department of economic development one million 14 34 dollars for purposes of providing financial assistance for 35 projects in targeted state parks, state banner parks, and destination parks. The department of natural resources shall submit a plan to the department of economic development for the expenditure of moneys appropriated under this subsection. The plan shall focus on improving state parks, state banner parks, and destination parks for economic development Based on the report submitted, the department of 6 purposes. economic development shall provide financial assistance to the 8 department of natural resources for support of state parks 9 state banner parks, and destination parks. For purposes of 15 10 this subsection, "state banner park" means a park with 15 11 multiple uses and which focuses on the economic development 15 12 benefits of a community or area of the state.

4. For the fiscal period beginning July 1, 2005, and 15 14 ending June 30, 2015, there is appropriated each fiscal year 15 15 from the grow Iowa values fund created in section 15G.108, if 15 16 enacted, to the office of the treasurer of state one million 15 17 dollars for deposit in the Iowa cultural trust fund created in 15 18 section 303A.4.

5. For the fiscal period beginning July 1, 2005, and 15 20 ending June 30, 2015, there is appropriated each fiscal year 15 21 from the grow Iowa values fund created in section 15G.108, if 15 22 enacted, to the department of economic development seven 15 23 million dollars for deposit into the workforce training and 15 24 economic development funds of the community colleges created 15 25 pursuant to section 260C.18A.

15 26 6. a. For the fiscal period beginning July 1, 2005, and 15 27 ending June 30, 2015, there is appropriated each fiscal year 15 28 from the grow Iowa values fund created in section 15G.108, 15 29 enacted, to the department of economic development one million 15 30 dollars for providing economic development region financial assistance under section 15E.232, subsections 3, 4, 5, and 6, if enacted, and under section 15E.233, if enacted. 15 31 15 32

b. Of the moneys appropriated in this subsection, the 15 34 department shall transfer three hundred fifty thousand dollars 35 each fiscal year for the fiscal period beginning July 1, 2005, and ending June 30, 2015, to Iowa state university of science and technology, for purposes of providing financial assistance to establish small business development centers in areas of the state previously served by a small business development 5 center and to maintain existing small business development centers. Financial assistance for a small business 6 development center shall not be awarded unless the city of 8 county where the center is located or scheduled to be located demonstrates the ability to obtain local matching moneys on a 16 10 dollar=for=dollar basis. An award of financial assistance to 16 11 a small business development center under this paragraph shall 16 12 not exceed twenty thousand dollars.

16 13 c. Of the moneys appropriated under this subsection, the 16 14 department may use up to fifty thousand dollars each fiscal 16 15 year during the fiscal period beginning July 1, 2005, and 16 16 ending June 30, 2015, for purposes of providing training, 16 17 materials, and assistance to Iowa business resource center. materials, and assistance to Iowa business resource centers. 16 18

7. Notwithstanding section 8.33, moneys that remain 16 19 unexpended at the end of a fiscal year shall not revert to any 16 20 fund but shall remain available for expenditure for the 16 21 designated purposes during the succeeding fiscal year.

Sec. 20. NEW SECTION. 96.51 FIELD OFFICE OPERATING FUND.

A field office operating fund is created in the state 16 24 treasury under the control of the department of workforce 16 25 development. The fund is separate and distinct from the 16 26 unemployment compensation fund. All moneys properly credited to and deposited in the fund are annually appropriated to the 16 28 department of workforce development to be used for personnel 16 29 and nonpersonnel costs of operating field offices.

16 30 Sec. 21. 2004 Towa Acts, chapter 1175, section 50, is 16 31 amended by adding the following new subsection:

NEW SUBSECTION. 5. For sole source grant costs associated 16 33 with the hosting of the national special olympics in Iowa by a 16 34 special olympics nonprofit entity, in addition to the amount 16 35 appropriated for this purpose in 2004 Iowa Acts, chapter 1175, 1 section 288, subsection 6, paragraph "b":

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Notwithstanding section 8.33, moneys appropriated in this
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    4 subsection that remain unencumbered or unobligated at the
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    5 close of the fiscal year shall not revert but shall remain 6 available for expenditure for the purpose designated until the
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    7 close of the fiscal year that begins July 1, 2006.
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                     VALUE=ADDED AGRICULTURAL PRODUCTS AND PROCESSES
          Sec. 22.
    9 FINANCIAL ASSISTANCE FUND MONEYS. The office of renewable
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17 10 fuels and coproducts may apply to the department of economic
17 11 development for moneys in the value=added agricultural
17 12 products and processes financial assistance fund for deposit
17 13 in the renewable fuels and coproducts fund created in section
17 14 159A.7.
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                     IOWA FINANCE AUTHORITY AUDIT.
          Sec. 23.
                                                         The auditor of
17 16 state is requested to review the audit of the Iowa finance
17 17 authority performed by the auditor hired by the authority.
17 18 The auditor of state is also requested to conduct a 17 19 performance audit of the authority to determine the
17 20 effectiveness of the authority and the programs of the
17 21 authority.
17 22 Sec. 24
          Sec. 24.
                      APPLICATION FOR DEPARTMENT OF ECONOMIC
17 23 DEVELOPMENT MONEYS. For the fiscal year beginning July 1,
17 24 2005, any entity that was specifically identified in 2001 Iowa
17 25 Acts, chapter 188, to receive funding from the department of
17 26 economic development, excluding any entity identified to
17 27 receive a direct appropriation beginning July 1, 2005, may
17 28 apply to the department for assistance through the appropriate 17 29 program. The department shall provide application criteria 17 30 necessary to implement this section.
          Sec. 25. SHELTER ASSISTANCE FUND.
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                                                  In providing moneys
17 32 from the shelter assistance fund to homeless shelter programs
17 33 in the fiscal year beginning July 1, 2005, and ending June 30,
17 34 2006, the department of economic development shall explore the
17 35 potential of allocating moneys to homeless shelter programs
    1 based in part on their ability to move their clients toward
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    2 self=sufficiency.
                     UNEMPLOYMENT COMPENSATION PROGRAM.
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          Sec. 26.
    4 Notwithstanding section 96.9, subsection 4, paragraph "a", 5 moneys credited to the state by the secretary of the treasury
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    6 of the United States pursuant to section 903 of the Social
    7 Security Act shall be appropriated to the department of 8 workforce development and shall be used by the department for
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    9 the administration of the unemployment compensation program
18 10 only. This appropriation shall not apply to any fiscal year
18 11 beginning after December 31, 2005.
18 12 Sec. 27. EFFECTIVE DATE. Section 21 of this Act amending 18 13 2004 Iowa Acts, chapter 1175, section 50, being deemed of
18 14 immediate importance, takes effect upon enactment.
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                                          CHRISTOPHER C. RANTS
                                          Speaker of the House
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                                          JOHN P. KIBBIE
18 24
                                          President of the Senate
18 25
18 26
          I hereby certify that this bill originated in the House and
18 27 is known as House File 809, Eighty=first General Assembly. 18 28
18 29
18 30
18 31
                                          MARGARET THOMSON
18 32
                                          Chief Clerk of the House
                         _____, 2005
18 33 Approved __
18 34
18 35
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2 THOMAS J. VILSACK 3 Governor

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